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Financial report and statements for the biennium ended 31 December 2003

Summary

The present document, submitted for review and noting by the Executive Board, contains the financial report on the accounts of UNICEF for the biennium ended 31 December 2003. The document, comprised of the financial report and 10 statements supported by notes and 3 schedules, summarizes the financial results of transactions made in 2002 and 2003. In line with General Assembly resolution 50/204 of 23 December 1995, and the formats agreed upon by the Chief Executives Board (formally the Administrative Committee on Coordination), the document is prepared to harmonize the presentation of the accounts of the agencies in the United Nations system. A summary of significant accounting policies and other information is included in the notes to the financial statement.

* E/ICEF/2004/12.



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Abbreviations

AGFUND	Arab Gulf Programme for United Nations Development Organizations
CEB	Chief Executives Board for Coordination
CDC	United States Centers for Disease Control and Prevention
CIDA	Canadian International Development Agency
GAVI	Global Alliance for Vaccines and Immunization
ICRC	International Committee of the Red Cross
IFAD	International Fund for Agricultural Development
IFRC	International Federation of Red Cross and Red Crescent Societies
NGOs	non-governmental organizations
OFDA	Office of Foreign Disaster Relief Assistance (USAID)
OPEC	Organization of Petroleum Exporting Countries
NORAD	Norwegian Agency for International Development
PSD	Private Sector Division (UNICEF)
SIDA	Swedish International Development Authority
UNAIDS	Joint United Nations Programme on HIV/AIDS
UNDPKO	United Nations Department of Peacekeeping Operations
UNDP	United Nations Development Programme
UNESCO	United Nations Educational, Scientific and Cultural Organization
UNFPA	United Nations Population Fund
UNHCR	Office of the United Nations High Commissioner for Refugees
UNICEF	United Nations Children's Fund
UNJSPF	United Nations Joint Staff Pension Fund
UNOCHA	United Nations Office for the Coordination of Humanitarian Affairs
UNODC	United Nations Office on Drug control and Crime
UNOIP	United Nations Office of the Iraq Programme
UNOPS	United Nations Office for Project Services
UNMEE	United Nations Mission in Ethiopia and Eritrea
UNRWA	United Nations Relief and Work Agency for Palestine Refugees in the Near East
USAID	United States Agency for International Development
WHO	World Health Organization

I. Financial report for the biennium ended 31 December 2003

Introduction

1. The Executive Director of the United Nations Children's Fund (UNICEF) submits herewith the financial report of UNICEF, accompanied by 10 statements and supported by 3 schedules. Of these, statements I, II, III and IV are presented in line with the formats agreed upon by the Chief Executives Board (CEB) as a step towards harmonizing the accounts of agencies in the United Nations system. The financial report provides the financial results of UNICEF activities in 2002 and 2003. Highlights are summarized in the following paragraphs.

Income

2. UNICEF income in the biennium 2002-2003 totalled \$3,127 million. Virtually all Governments of both industrialized and developing countries contributed to UNICEF in the period 2002-2003. Income comprised \$1,425 million for regular resources, \$1,018 million for other resources (regular) and \$684 million in other resources (emergency). The breakdown of UNICEF income by source is as follows: 65 per cent (\$2,034 million) from Governments; 31 per cent (\$958 million) from fund-raising campaigns, the sale of greeting cards and individual donations; and 3 per cent (\$96 million) from miscellaneous sources, including interest and exchange rate revaluation of assets and liabilities. A total of \$39 million (1 per cent) was contributed under inter-organizational arrangements.

Expenditures

3. UNICEF expenditures in the biennium 2002-2003 were \$2,736 million. This amount consisted of \$1,040 million for programme cooperation from regular resources, \$924 million for programme cooperation from other resources (regular), and \$606 million for other resources (emergency). The remaining expenditures of \$166 million were for management and administration.

Donations-in-kind

4. Donations-in-kind valued by donors at \$335 million were delivered by UNICEF to projects during the biennium 2002-2003. These deliveries are not reflected in the financial accounts of UNICEF, although they are handled through the administrative structures of the organization.

Trust funds

5. Trust funds not related to programmes approved by the UNICEF Executive Board are not entered in the financial accounts of UNICEF as income and expenditures. These funds are used mainly to cover the cost of goods and services purchased and delivered on a reimbursable basis by UNICEF on behalf of Governments, other agencies in the United Nations system and non-governmental organizations (NGOs). In the biennium 2002-2003, UNICEF received cash of

\$981 million for these trust funds. Disbursements and obligations totalled \$835 million.

Cash holdings

6. UNICEF has total cash of \$961 million (which includes the unspent balances from trust funds in the amount of \$289 million). An amount of \$960 million is held in first-class banks, comprising \$927 million in interest-bearing term deposit accounts and \$33 million in current bank accounts. Cash on hand amounts to \$1 million.

Approved programmes

7. During the biennium 2002-2003, the Executive Board approved the amount of \$3,186 million for new programmes for children in countries with which UNICEF cooperates, as well as for regional and interregional projects. This total includes \$1,411 million in programmes to be funded from UNICEF regular resources and \$1,057 million for projects that the Board approved as worthy of support and that were financed by pledges of supplementary funds made in 2002-2003. The total also includes \$718 million for projects financed by pledges for emergency relief and rehabilitation.

(Signed) Carol Bellamy
Executive Director
United Nations Children's Fund

6 II. Financial statements for the biennium ended 31 December 2003

STATEMENT I

INCOME AND EXPENDITURES AND CHANGES IN RESERVES AND FUND BALANCES FOR THE BIENNIUM ENDED 31 DECEMBER 2003 (In thousands of United States dollars)

		2002 - 2003			2000 - 2001
		Regular resources	Supplementary funds	Emergency relief & rehabilitation	Total
INCOME					
Voluntary contributions					
Governments	(in Schedule 1)	771 115	693 806	584 588	2 049 509
Less: Transfer to biennium support budget	(note 1)	(15 849)			(15 431)
		755 266			1 499 129
Non-governments/private sector					
Private Sector Division	(Schedule 1)	3 291	289 695	94 311	399 452
Funds received under inter-organization arrangements	(note 4)	570 796			570 796
Other income	(Schedule 1)	2	34 774	4 586	39 362
Interest income					42 071
Miscellaneous income	(note 5)	30 768			30 768
Currency exchange adjustments	(note 6)	38 543			38 543
		26 738			26 738
TOTAL INCOME		1 425 084	1 018 275	683 485	3 126 764
					2 348 832
EXPENDITURE					
Programme assistance					
Programme support		739 740	923 760	606 479	2 269 988
Total programme cooperation	(statement IV)	380 335			380 335
		1 040 084	923 760	606 479	2 570 323
Management and administration	(statement IV)	165 805			165 805
TOTAL EXPENDITURES		1 205 889	923 760	606 479	2 736 128
					2 334 946
EXCESS OF INCOME OVER EXPENDITURES					
Write-offs prior period's adjustments	(note 7)	219 115	94 515	77 006	390 636
		4 833	4 208	7 360	16 401
NET EXCESS OF INCOME OVER EXPENDITURES		214 28	99 307	69 646	374 235
					100
Reserve balances, 1 January		28 933			28 933
Transfer to reserves for after-service health insurance	(note 20)	(30 080)			(30 080)
Increase in reserves		30 081			30 081
Fund balances, 1 January		183 754	349 233	143 919	676 906
RESERVES AND FUND BALANCES, 31 DECEMBER		427 050	439 540	213 565	1 080 155
					705 839

The accompanying notes form an integral part of this statement and should be read in conjunction with it.

(signed) Ellen YAFFE
Comptroller

(signed)
Carol BEL LAMY
Executive Director

STATEMENT II
ASSETS, LIABILITIES, RESERVES AND FUND BALANCES
AS AT 31 DECEMBER 2003
(In thousands of United States dollars)

E/ICEF/2004/AB/L.6

	2003	2001
ASSETS		
Cash and term deposits	961 359	644 550
Accounts receivable		
Contributions receivable	269 093	212 588
Less: Provision for uncollectible contributions	(5 000)	(5 000)
Net contributions receivable	264 093	207 588
Other	344 898	289 086
Inventories	28 519	25 708
Buildings and equipment	13 029	12 220
TOTAL ASSETS	1 611 898	1 179 652
LIABILITIES		
Contributions received in advance	2 750	3 459
Unliquidated obligations	127 891	173 240
Accounts payable	80 255	75 140
Trust funds	289 397	197 631
Medical insurance plans	31 450	24 343
TOTAL LIABILITIES	531 743	473 813
RESERVES AND FUND BALANCES		
Reserves		
For procurement services - staff and related costs	2 000	2 000
For insurance	142	131
For capital assets	26 872	26 802
For after-service health insurance	30 000	
Total reserves	59 014	28 933
Fund balances		
Regular resources	368 036	183 754
Supplementary funds	439 540	349 233
Emergency relief and rehabilitation	213 565	143 919
Total fund balances	1 021 141	676 906
TOTAL RESERVES AND FUND BALANCES	1 080 155	705 839
TOTAL LIABILITIES, RESERVES AND FUND BALANCES	1 611 898	1 179 652

The accompanying notes form an integral part of this statement and should be read in conjunction with it.

(signed) Ellen YAFFE
Comptroller

(signed) Carol BELLAMY
Executive Director

STATEMENT III

CASH FLOWS FOR THE BIENNIUM ENDED 31 DECEMBER 2003
(In thousands of United States dollars)

	2003	2001
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net excess of income over expenditures	374 235	100
(Increase) in contributions receivable	(56 505)	(10 072)
(Increase) in other accounts receivable	(55 812)	(27 389)
(Increase) Decrease in other assets	(2 811)	654
Increase (Decrease) in contributions received in advance	(709)	2 469
Increase in accounts payable	12 222	46 788
(Decrease) in unliquidated obligations	(45 349)	(19 062)
Less: Interest income	(30 368)	(65 598)
NET CASH FROM OPERATING ACTIVITIES	194 903	(72 110)
CASH FLOW FROM INVESTING AND FINANCING ACTIVITIES		
Increase in balances on trust funds	91 766	92 670
Plus: Interest income	30 368	65 598
NET CASH FROM INVESTING AND FINANCING ACTIVITIES	122 134	158 268
CASH FLOWS FROM OTHER SOURCES:		
(Increase) in land and buildings	(309)	(45)
Increases (Decrease) in regular resources fund	81	(289)
NET CASH FROM OTHER SOURCES	(228)	(334)
NET INCREASE IN CASH AND TERM DEPOSITS	316 809	85 824
CASH AND TERM DEPOSITS, 1 JANUARY	644 550	558 726
CASH AND TERM DEPOSITS, 31 DECEMBER	961 359	644 550

STATEMENT IV

STATEMENT OF APPROPRIATIONS FOR THE 2002 - 2003 BIENNIUM AS AT 31 DECEMBER 2003

(In thousands of United States dollars)

	Appropriations			Expenditures		
	Original	Supplement	Transfers/ adjustments	Revised	Programme support	Management and administration
Programme support						
Country and regional offices	295 653	3 000	(1 682)	296 971	294 013	294 013
Headquarters	77 463	600	3 155	81 218	79 092	79 092
Subtotal	373 116	3 600	1 473	378 189	373 105	373 105
Management and administration	193 053	4 400	(1 473)	195 980		195 758
Total	566 169	8 000		574 169	373 105	568 863
Expenditures					373 105	568 863
Less: Recovery from packing and assembly activities					7 408	7 408
Recovery from supplementary-funded and emergency relief and rehabilitation-funded projects ^{a/}					60 889	11 598
Agency commissions from administration of non-procurement trust funds and Junior Professional Officers					571	6 979
Government contribution towards local costs					3 902	571
Transfer from income in respect of income tax reimbursement						15 278
Subtotal					72 770	29 953
Net expenditures (statement I)					300 335	165 805

^{a/} The figures are presented in line with the 2002-2003 biennium support budget preparation.

STATEMENT V
ALL FINANCIAL RESOURCES
FOR BIENNIUM ENDED 31 DECEMBER 2003
(In thousands of United States dollars)

	2002 - 2003				2000 - 2001
	Other resources				
	Regular resources	Supplementary funds	Emergency relief & rehabilitation	Trust funds	Total
Opening balances	183 754	349 233	143 919	122 593	799 499
Income/receipts	1 425 004	1 018 275	683 485	980 645	4 107 409
Funds available	1 608 758	1 367 508	827 404	1 103 238	4 906 908
Expenditures/disbursements	1 205 889	923 760	606 479	834 864	3 570 992
Write-offs/prior periods' adjustments	4 833	4 208	7 360		16 401
Transfer to reserve for after-service health insurance	30 000				30 000
Closing balances	368 036	439 540	213 565	268 374	1 289 515
					799 499

STATEMENT VI
STATUS OF FUNDING FOR APPROVED REGULAR RESOURCES, SUPPLEMENTARY FUNDS AND EMERGENCY RELIEF AND REHABILITATION
AS AT 31 DECEMBER 2003

(In thousands of United States dollars)

	Regular resources	Other resources		Total
		Supplementary funds	Emergency relief and rehabilitation	
Unspent balances of programmes as at 1 January 2002	1 917 903	436 547	146 704	2 501 154
Approved at the Executive Board sessions a/				
New programmes	1 313 256			1 313 256
Made between Executive Board sessions b/	97 402	1 057 001	718 264	1 872 757
Write-off of pledges		(5 656)	(6 613)	(12 269)
Programme cancellations c/	(173 194)			(173 194)
Savings of 2002-2003 budget	(5 306)			(5 306)
Recoveries to the budget	(102 723)			(102 723)
Subtotal	3 047 338	1 487 982	858 355	5 393 675
Expenditures	1 205 889	923 760	606 479	2 736 128
Unspent balances of programmes as at 31 December 2003	1 841 449	564 222	251 876	2 657 547
Fund balance as at 31 December 2003	368 036	439 540	213 565	1 021 141
To be financed from future income	1 473 413	124 882	38 311	1 636 406

a/ E/ICEF/2001/P/L.73 (decision 2001/14), E/ICEF/2001/AB/L.10 (decision 2001/13), E/ICEF/2001/P/L.74 (decision 2001/16), E/ICEF/2002/P/L.35, E/ICEF/2002/P/L.36 (decision 2002/10), E/ICEF/2003/P/L.14 (decision 2003/7), E/ICEF/2003/P/L.19, E/ICEF/2003/P/L.20, E/ICEF/2003/AB/L.13 (decision 2003/16)

b/ 2002 and 2003 programme budget allotments arising from PSD income, regular resources for unfunded other resources projects.

c/ Regular resources programme cancellations represent unspent balances in the amounts approved by the Executive Board for various programme recommendations which expired from 2000 to 2003.

STATEMENT VI)
PROGRAMME COOPERATION: STATEMENT OF APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT BALANCES
FOR REGULAR RESOURCES, SUPPLEMENTARY FUNDS AND EMERGENCY RELIEF AND REHABILITATION
FOR THE BIENNium ENDED 31 DECEMBER 2003

(In Thousands of United States dollars)

Area and Country Activities	Approved programmes unspent balances as at January 2002	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 2003
AFRICA					
Angola	15 863	09 506	65 360	51 864	14 305
Benin	4 183	18 111	22 294	9 191	13 103
Burkina Faso	2 134	4 628	6 762	3 913	2 849
Burkina Faso	22 184	7 245	29 429	15 854	13 575
Burundi	9 477	13 696	23 173	15 927	7 246
Cameroon	5 272	17 256	22 528	8 223	14 305
Cape Verde	2 714	609	3 323	2 000	1 215
Central African Republic	8 577	3 050	11 627	5 373	6 254
Chad	13 085	5 961	19 046	9 463	9 583
Comoros	1 601	3 160	4 761	1 671	3 179
Cote d'Ivoire	1 525	9 897	11 422	5 944	5 478
Democratic Republic of the Congo	5 189	27 226	32 415	9 908	22 507
Equatorial Guinea	20 539	85 118	105 657	61 187	44 470
Eritrea	5 237	41 326	3 913	1 641	17 316
Ethiopia	14 350	21 944	36 294	18 978	17 316
Gabon	94 864	76 195	171 059	82 581	88 478
Gambia	3 983	(501)	3 483	1 308	2 093
Ghana	6 325	173	6 498	2 968	3 530
Guinea	21 144	17 708	38 852	19 823	19 029
Guinea-Bissau	15 571	7 187	22 758	13 020	9 738
Kenya	3 645	6 763	10 408	4 447	5 961
Lesotho	13 198	39 500	50 698	20 050	30 648
Liberia	8 358	1 969	10 327	4 903	5 424
Madagascar	4 234	17 752	21 986	11 149	10 837
Malawi	13 616	6 938	20 554	12 649	7 905
Mali	30 974	30 895	61 869	35 522	26 347
Mauritania	9 704	34 454	44 158	17 670	26 488
Mauritius	3 703	13 777	17 570	7 151	10 419
Mozambique	1 720	(740)	980	933	47
Namibia	59 701	16 640	76 341	33 641	42 700
Niger	22 597	3 564	54 082	17 545	3 343
Nigeria	137 213	14 540	151 753	53 040	98 713
Rwanda	14 134	8 120	22 254	12 144	10 110
Sao Tome and Principe	3 832	(744)	3 088	1 214	1 874
Senegal	14 932	9 234	24 166	12 063	11 503
Sierra Leone	12 734	30 543	43 277	23 703	19 574
Somalia	24 389	51 397	75 786	42 725	33 061
South Africa	7 080	6 273	13 353	7 760	5 593
Swaziland	5 356	5 654	11 012	6 228	4 784
Togo	9 276	2 167	11 443	5 031	6 412
Uganda	31 831	13 289	45 120	24 051	21 069

Area and Country Assistance	Approved programmes unspent balances as at January 2002		New programmes and cancellations	Total programmes		Total expenditures		Approved programmes unspent balances as at 31 December 2002
United Republic of Tanzania	45 838		16 938	62 776		26 693		36 083
Zambia	23 736		17 447	41 183		23 506		17 677
Zimbabwe	9 815		19 828	29 643		17 568		12 095
Regional	13 215		25 058	38 273		30 115		8 158
Area total	801 793		789 493	1 591 286		797 401		793 865
THE AMERICAN AND THE CARIBBEAN								
Argentina	5 115		1 495	6 610		4 142		2 468
Belize	3 859		(575)	3 284		1 288		1 996
Bolivia	2 989		17 450	20 439		8 355		12 084
Brazil	20 187		11 176	31 363		21 569		9 803
Chile	2 923		(481)	2 442		1 668		774
Colombia	8 155		5 967	14 122		7 784		6 338
Costa Rica	3 780		(419)	3 361		1 235		2 126
Cuba	4 817		350	5 167		2 537		2 630
Dominican Republic	5 968		7 917	13 885		8 147		5 738
Ecuador	2 625		8 029	10 654		4 797		5 857
E. Salvador	6 745		2 276	9 021		5 880		3 141
Guatemala	8 149		6 626	14 775		7 661		7 114
Honduras	2 932		835	3 767		1 743		2 024
Haiti	11 745		4 213	15 958		7 253		8 705
Honduras	5 803		1 594	7 397		3 829		3 567
Jamaica	4 788		1 146	5 934		3 154		2 780
Mexico	6 109		1 910	8 019		3 688		4 331
Nicaragua	8 376		10 983	19 359		6 631		12 728
Panama	3 095		(127)	2 968		1 807		1 161
Paraguay	3 562		1 067	4 629		1 880		2 749
Peru	6 581		2 997	9 578		6 585		2 993
Uruguay	3 109		(601)	2 508		1 205		1 303
Venezuela	4 819		(351)	4 468		2 252		2 216
Regional	5 504		10 248	15 752		6 810		8 942
Area total	141 935		93 725	235 660		121 802		113 858
EAST ASIA AND THE PACIFIC								
Cambodia ^a	17 305		39 433	56 738		30 018		26 720
China ^a	73 959		(12 943)	61 016		31 131		29 885
Democratic People's Republic of Korea	4 811		16 841	21 652		15 721		5 931
Indonesia	55 427		(8 197)	47 230		32 231		14 999
Laos People's Democratic Republic ^a	11 252		7 897	19 059		7 933		11 126
Malaysia	1 635		(133)	1 502		830		672
Mongolia	5 191		1 570	6 761		3 159		3 602
Myanmar	36 873		4 606	41 479		22 607		18 872
Pacific island countries	4 368		9 663	14 031		4 682		9 349
Papua New Guinea ^a	1 208		6 901	8 109		2 681		5 428
Philippines	7 050		9 409	16 459		12 419		4 040
Thailand ^a	9 823		3 676	13 499		6 348		7 151

STATEMENT VII (continued)

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Area and Country Assistance	Approved programmes: unspent balances as at January 2002	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes: unspent balances as at 31 December 2003
Timor-Leste	4 943	15 049	20 002	8 978	11 024
Viet Nam	98 942	(3 447)	38 498	37 483	18 012
Area total	272 797	90 235	363 032	396 221	148 811
SOUTH ASIA					
Afghanistan	47 684	183 087	230 771	179 416	51 355
Bangladesh	99 783	24 386	118 139	58 671	56 468
Bhutan	6 390	1 419	7 809	3 867	3 842
India	88 514	225 967	311 481	140 328	171 153
Maldives	827	3 167	3 989	1 286	2 703
Nepal	26 650	15 869	42 219	21 348	20 871
Pakistan	26 833	103 646	129 869	44 831	85 038
Sri Lanka	7 437	25 566	33 003	18 393	14 610
Area total	292 071	582 207	874 280	468 140	406 140
MIDDLE EAST AND NORTH AFRICA					
Nigeria	7 401	830	8 231	3 760	4 463
Djibouti	1 658	3 995	5 653	1 551	4 102
Egypt	20 970	8 096	29 066	14 307	14 749
Iran (Islamic Republic of)	6 487	4 804	11 281	7 077	4 184
Iraq	9 915	182 022	191 937	93 139	98 798
Jordan	1 914	4 840	6 754	3 090	3 664
Kuwait	30		30		30
Lebanon	3 771	924	4 695	2 505	2 190
Morocco	8 870	2 162	11 032	4 132	6 900
Oman	2 120	(826)	1 294	1 124	170
Palestinian children and mothers	6 153	18 000	23 153	13 734	9 419
Sudan	15 840	72 308	108 148	74 286	33 862
Syrian Arab Republic	5 816	(162)	5 654	2 268	3 386
Tunisia	4 942	(770)	4 172	1 735	2 437
Yemen	20 601	1 625	31 216	10 571	20 645
Regional	383	33 933	33 933	15 326	18 607
Area total	144 831	331 388	476 219	248 613	227 606
CENTRAL AND EASTERN EUROPE, THE COMMONWEALTH OF INDEPENDENT STATES AND THE BALTIC STATES					
Albania	9 000	2 415	11 421	6 008	5 413
Armenia	2 765	668	3 433	2 405	1 028
Azerbaijan	3 685	441	4 126	2 478	1 648
Belarus	2	2 551	2 553	845	1 708
Bulgaria		214	214		214
Bosnia and Herzegovina	6 642	5 051	11 693	6 769	4 924
Croatia	255	233	488	221	267
Georgia	4 138	(102)	4 033	1 999	2 033

STATEMENT VII (continued)

Area and Country Assistance	Approved programmes unspent balances as at January 2002	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 2003
Kazakhstan	3 623	203	3 826	2 581	1 245
Kosovo, Serbia and Montenegro	6 023	5 960	11 983	9 862	2 921
Kyrgyzstan	2 942	856	3 798	2 306	1 492
Republic of Moldova	4 239	3 163	7 402	3 218	4 184
Romania	5 396	3 556	8 952	5 256	3 696
Russian Federation	283	11 046	11 329	7 686	3 643
Serbia and Montenegro	10 429	6 622	17 051	11 642	5 409
Tajikistan	5 922	5 806	11 728	8 199	3 529
The former Yugoslav Republic of Macedonia	4 279	3 041	7 320	4 560	2 760
Turkey	6 285	1 056	7 341	4 071	3 270
Turkmenistan	2 728	1 226	3 954	2 559	1 395
Ukraine	15	4 650	4 665	1 915	2 750
Uzbekistan	8 402	950	9 352	7 168	2 184
Yugoslavia (former)	25		25	1	24
Regional	12 474	13 590	26 064	14 120	11 944
Area total	99 555	73 196	172 751	105 060	67 091
GLOBAL ASSISTANCE					
Emergency Programme Fund ^a	42 229	34 743	76 972	29 861	47 111
Immunization	4 809	2 503	7 312	3 775	3 537
Inter-country programmes ^a	128 671	285 243	413 914	289 361	124 553
Innovent Research Centre	4 779	10 158	14 937	7 488	7 449
Special Session on Children	1 513	753	2 266	2 266	
Total GLOBAL ASSISTANCE	182 001	333 400	515 401	332 751	182 650
TOTAL PROGRAMME ASSISTANCE	1 934 985	2 293 644	4 228 629	2 269 988	1 958 641
Programme Support	373 116	469 091	842 207	373 105	469 102
Management and administration	193 053	232 509	425 562	195 758	229 804
Recoveries to the budget		(102 723)	(102 723)	(102 723)	
TOTAL BUDGET	566 169	598 877	1 165 046	468 140	698 906
TOTAL COOPERATION	2 501 154	2 893 521	5 393 675	2 736 128	2 657 547

^a Approved programmes unspent balances as at January 2002 have been reclassified between countries, regional, and global assistance

STATEMENT VI-1

PROGRAMME COORDINATION STATEMENT OF APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT BALANCES
FOR REGULAR RESOURCES FOR THE BIPENNIAL PERIOD 31 DECEMBER 2003

Area and country assistance	Approved programmes		New programmes and cancellations	Total programmes	Total expenditures	Approved programmes	
	unspent balances as at January 2002	programmes				unspent balances as at 31 December 2003	programmes
AFRICA							
Angola	6 780	11 324	18 104		12 379	5 725	
Benin	1 993	10 960	12 962		3 330	9 632	
Botswana	877	4 228	5 105		2 491	2 614	
Burkina Faso	18 728	(873)	17 855		9 293	8 562	
Burundi	8 115		8 115		4 948	3 167	
Cameroon	3 158	14 228	17 386		6 383	12 005	
Cape Verde	1 022		1 022		1 253	689	
Central African Republic	7 096	627	8 533		3 679	4 854	
Chad	11 016	686	11 702		5 270	6 432	
Comoros	3 448	2 634	4 892		1 250	2 832	
Congo	1 018	7 453	8 471		3 546	4 925	
Cote d'Ivoire	4 809	16 439	21 248		6 320	14 928	
Democratic Republic of the Congo	16 727	52 668	69 395		36 151	33 244	
Equatorial Guinea	4 948	(1 680)	3 268		1 305	1 963	
Eritrea	7 343	(123)	7 220		2 940	4 280	
Ethiopia	81 235	(303)	80 932		28 560	52 363	
Gabon	3 975	(874)	3 101		1 259	1 842	
Gambia	5 251	(1 362)	3 889		1 396	2 493	
Ghana	16 388	(2 140)	14 248		6 915	7 333	
Guinea	12 275	456	12 731		5 194	7 537	
Guinea-Bissau	1 539	8 124	6 663		2 120	4 543	
Kenya	4 678	10 280	15 958		9 890	26 068	
Lesotho	6 710	(230)	6 480		2 473	4 007	
Liberia	1 655	5 510	7 165		3 804	3 361	
Madagascar	11 570	4 355	15 925		9 792	6 133	
Malawi	24 841	(92)	24 749		9 598	15 151	
Maldives	7 104	24 684	31 788		9 855	21 933	
Mali	1 080	7 666	9 655		2 856	7 799	
Mauritania	1 796	(738)	958		924	44	
Mauritius	38 140	635	38 984		14 194	24 790	
Mozambique	1 382	102	1 484		1 814	1 640	
Namibia	20 608	25 324	45 932		12 777	33 155	
Niger	131 831	(5 140)	126 691		39 647	87 044	

Area and country assistance	Approved programmes		New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 2003
	unspent balances as at January 2002					
Rwanda	12 316		1 032	13 348	5 625	7 723
Sao Tome and Principe	3 833		(777)	3 056	1 214	1 842
Senegal	10 521		119	10 640	4 139	6 501
Sierra Leone	5 830		13 544	19 083	6 837	12 246
Somalia	9 062		23 570	32 632	9 621	23 011
South Africa	5 144		503	5 647	2 703	2 944
Swaziland	3 970		159	4 129	2 323	1 806
Togo	8 331		165	8 496	3 316	5 180
Uganda	24 406		(3 479)	21 017	10 276	10 741
United Republic of Tanzania	40 757		(890)	39 867	14 906	24 961
Zambia	18 500		675	19 265	7 276	11 989
Zimbabwe	5 154		1 073	6 227	3 804	2 423
Area total	620 587		247 531	868 118	334 383	533 735

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Argentina	2 023	(1 028)	995	995	980	89
Belize	3 726	(716)	3 010	3 010	1 095	1 915
Bolivia	1 243	6 069	7 312	7 312	2 364	4 948
Brazil	8 749	(4 347)	4 402	4 402	2 291	2 111
Chile	2 805	(1 085)	1 800	1 800	1 173	627
Colombia	5 296	(110)	5 186	5 186	1 710	3 476
Costa Rica	3 765	(718)	3 047	3 047	1 165	1 882
Cuba	4 120	(1 032)	3 088	3 088	982	2 106
Dominican Republic	4 473	(785)	3 688	3 688	1 371	2 317
Ecuador	1 476	4 519	5 995	5 995	1 711	4 284
El Salvador	4 536	(1 095)	3 441	3 441	1 282	2 159
Guatemala	5 323	(645)	4 678	4 678	1 636	3 042
Guyana	2 699	735	3 434	3 434	1 409	1 925
Haiti	9 989	2 629	12 618	12 618	5 345	7 273
Honduras	5 182	502	5 684	5 684	2 272	3 412
Jamaica	3 777	(398)	3 379	3 379	1 257	2 122
Mexico	5 071	(593)	4 478	4 478	1 853	2 625
Nicaragua	5 174	(659)	4 515	4 515	1 399	3 116
Panama	2 780	(457)	2 323	2 323	1 210	1 113
Paraguay	3 426	150	3 576	3 576	1 458	2 118
Peru	3 857	(56)	3 801	3 801	1 889	1 915
Uruguay	2 618	(687)	1 931	1 931	1 172	759

STATEMENT VII.1 (continued)

Area and country assistance	Approved programmes unspent balances as at January 2002	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 2003
Area total	98 223	7 260	105 483	42 040	63 443
EAST ASIA AND THE PACIFIC					
Cambodia	23 312	1 228	24 540	6 851	7 686
China	69 559	(21 057)	48 502	23 381	28 121
Democratic People's Republic of Korea	1 963	6 240	8 203	4 551	3 650
Indonesia	47 893	(26 764)	21 130	10 584	10 546
Laos People's Democratic Republic	8 276	(10 771)	8 119	2 965	5 154
Malaysia	1 635	(1 133)	1 502	830	672
Monrovia	4 479	(1 153)	4 313	1 793	2 520
Myanmar	31 293	(2 714)	28 579	14 591	13 988
Pacific island countries	3 557	8 746	12 303	3 810	8 493
Papua New Guinea	1 161	5 867	6 728	2 183	4 545
Philippines	4 605	3 122	7 727	5 383	2 344
Thailand	6 429	(1 530)	4 899	1 799	3 100
Timor-Leste	324	3 618	3 939	2 668	1 271
Viet Nam	31 147	(13 415)	17 732	8 149	9 583
Area total	225 631	(37 320)	188 311	89 538	98 676
SOUTH ASIA					
Afghanistan	10 267	32 260	42 527	23 709	18 818
Bangladesh	71 891	(19 068)	52 823	22 138	30 685
Bhutan	5 005	(614)	4 391	3 685	2 706
India	33 974	182 894	187 868	56 722	131 146
Maldives	772	3 080	3 852	3 169	2 683
Nepal	21 804	790	22 594	7 463	15 131
Pakistan	23 937	66 873	90 810	23 727	67 083
Sri Lanka	4 458	99	4 557	1 850	2 707
Area total	173 108	236 314	409 422	138 463	270 650
MIDDLE EAST AND NORTH AFRICA					
Algeria	6 611	(844)	5 767	2 104	3 663
Djibouti	1 333	3 510	4 843	1 251	3 592

Area and country assistance	Approved programmes		New programmes and cancellations	Total programmes	Total expenditures	Approved programmes	
	unspent balances as at January 2002	unspent balances as at 31 December 2003				unspent balances as at 31 December 2003	unspent balances as at 31 December 2003
Egypt	15 560		(14 477)	11 103	5 171	5 932	
Iran (Islamic Republic of)	5 528		508	6 036	3 656	2 380	
Iraq	6 459		492	6 951	4 101	2 850	
Jordan	1 105		3 340	4 445	1 345	3 100	
Lebanon	3 384		(207)	3 177	1 240	1 937	
Morocco	7 898		(255)	7 643	2 960	4 683	
Oman	2 025		(1 054)	971	926	45	
Palestinian children and mothers	3 784		4 028	7 812	4 444	3 368	
Sudan	25 302		5 056	30 358	14 601	15 757	
Syrian Arab Republic	5 815		(932)	4 883	1 764	3 119	
Tunisia	4 624		(1 049)	3 575	1 395	2 180	
Yemen	19 114		215	19 329	6 460	12 863	
Regional	383		250	633	616	17	
Area total	108 945		8 581	117 526	52 840	65 486	
CENTRAL AND EASTERN EUROPE							
THE COMMONWEALTH OF INDEPENDENT STATES							
AND THE BALTIC STATES							
Albania	3 422		(544)	2 878	1 383	1 495	
Armenia	2 000		48	2 048	1 325	723	
Azerbaijan	2 812		118	2 930	1 823	1 107	
Belarus			1 991	1 991	668	1 323	
Bosnia and Herzegovina	2 080		(43)	2 037	1 098	939	
Croatia	2		169	171	188	(17)	
Georgia	3 467		(556)	2 911	1 394	1 517	
Kazakhstan	2 902		13	2 915	1 915	1 000	
Kosovo, Serbia and Montenegro	900		3 200	4 100	2 411	1 489	
Kyrgyzstan	2 431		522	2 953	1 790	1 157	
Republic of Moldova	4 022		(446)	3 576	1 294	2 282	
Romania	2 277			2 277	1 389	988	
Russian Federation			2 881	2 881	975	1 906	
Tajikistan	3 920		585	4 505	3 121	1 384	
The former Yugoslav Republic of Macedonia	1 845		123	1 969	1 252	717	
Turkey	4 271		(377)	3 894	1 665	2 229	
Turkmenistan	2 567		448	3 015	1 915	1 100	
Ukraine			3 390	3 390	1 147	2 243	
Uzbekistan	5 016		537	5 553	3 084	1 869	
Serbia and Montenegro	1 401		499	1 900	1 021	879	

STATEMENT VII.1 (continued)

Area and country assistance	Approved programmes		New		Total		Approved programmes	
	unspent balances		programmes		programmes		unspent balances	
	as at January 2002		and cancellations				as at 31 December 2003	
Yugoslavia (former)	1				1		1	
Regional	5 285		3 927		9 212		4 192	4 820
Area total	50 621		16 486		67 107		36 056	31 051
GLOBAL ASSISTANCE								
Emergency Programme Fund	11 878		17 785		29 444		17 380	42 064
Immunization	688				688		(49)	737
Inter-country programmes	32 350		33 940		66 290		29 898	36 392
TOTAL GLOBAL ASSISTANCE	74 716		51 726		126 422		47 229	79 193
TOTAL PROGRAMME ASSISTANCE								
	1 351 734		530 558		1 882 292		739 749	1 142 543
Programme support	373 116		469 091		842 207		373 105	469 102
Management and administration	193 053		232 509		425 562		195 758	229 804
Recoveries to the budget			(102 723)		(102 723)		(102 723)	
TOTAL BUDGET	566 169		598 877		1 165 046		466 140	698 906
TOTAL COUNTERPARTS	1 917 903		1 129 435		3 047 338		1 205 889	1 841 449

PROGRAMME CO-OPERATION: STATEMENT OF APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT BALANCES
FOR SUPPLEMENTARY FUNDS FOR THE BENCHMARKED 31 DECEMBER 2003

(In thousands of United States dollars)

Area and country assistance	Approved programmes unspent balances as at 1 January 2003	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 2003
AFRICA					
Angola	5 094	8 722	13 816	8 898	5 118
Benin	2 179	7 142	9 321	5 881	3 460
Botswana	1 234	481	1 715	1 422	293
Burkina Faso	3 456	7 968	11 424	6 380	5 044
Burundi	1 345	1 586	2 931	1 541	1 390
Cameroon	2 114	3 028	5 142	2 842	2 300
Cape Verde	792	509	1 301	755	546
Central African Republic	560	2 246	2 806	1 581	1 225
Chad	2 066	5 275	7 343	4 193	3 150
Comoros	233	62	295	196	99
Congo	382	931	1 313	1 205	108
Cote D'Ivoire	368	2 403	2 771	799	1 972
Democratic Republic of the Congo	4 053	14 164	18 217	12 560	5 657
Equatorial Guinea	289	354	643	336	307
Eritrea	5 587	8 823	14 410	5 553	8 857
Ethiopia	8 986	31 361	40 347	20 290	20 057
Gabon	7	373	380	129	251
Gambia	1 074	1 535	2 609	1 572	1 037
Ghana	4 756	19 717	24 473	12 836	11 837
Guinea	1 760	5 182	6 942	4 992	1 950
Guinea-Bissau	1 971	1 743	3 714	2 327	1 387
Kenya	3 739	5 299	9 038	5 302	3 736
Lesotho	1 648	1 418	3 066	2 007	1 059
Liberia	1 587	3 172	4 759	2 150	2 609
Madagascar	1 785	2 583	4 368	2 770	1 598
Malawi	6 133	21 756	27 889	19 481	8 408
Mali	2 600	9 673	12 273	7 885	4 538
Mauritania	1 804	3 847	5 651	3 557	2 094
Mauritius	14	(2)	12	9	3
Mozambique	13 438	10 796	24 234	10 093	14 141
Namibia	1 572	3 462	5 034	3 331	1 703
Niger	1 989	6 161	8 150	4 768	3 382
Nigeria	5 382	19 680	25 062	13 393	11 669

STATEMENT VII.2 (continued)

Area sub-country assistance	Approved programmes unspent balances as at January 2002	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 2003
Rwanda	2 039	5 632	7 671	4 481	3 180
Sao Tome and Principe	(1)	33	32		32
Senegal	4 378	6 754	11 132	6 939	4 193
Sierra Leone	1 826	6 059	7 885	4 615	3 270
Somalia	8 875	9 744	18 619	11 887	8 732
South Africa	1 936	5 770	7 706	5 037	2 649
Swaziland	1 368	2 292	3 660	2 676	1 004
Togo	945	2 002	2 947	1 715	1 232
Uganda	7 336	10 999	18 335	9 412	8 923
United Republic of Tanzania	5 001	15 878	20 879	11 393	9 486
Zambia	5 038	12 126	17 164	13 021	4 143
Zimbabwe	4 261	6 321	11 092	7 697	3 395
Regional	214	740	954	109	845
Area total	133 235	296 310	429 545	241 626	179 919

THE AMERICAS AND THE CARIBBEAN

Argentina	3 092	2 523	5 615	3 236	2 379
Belize	72	47	119	38	81
Bolivia	1 744	11 381	13 125	5 991	7 134
Brazil	11 438	15 523	26 961	19 269	7 692
Chile	38	604	642	495	147
Colombia	2 707	4 794	7 501	5 924	1 577
Costa Rica	15	299	314	70	244
Cuba	498	1 382	1 880	1 357	523
Dominican Republic	1 495	8 667	10 162	6 738	3 424
Ecuador	1 127	3 510	4 637	3 088	1 551
El Salvador	954	2 092	3 046	2 119	927
Guatemala	2 751	7 271	10 022	5 853	4 169
Guyana	233	100	333	234	99
Haiti	1 756	1 584	3 340	1 908	1 432
Honduras	701	1 052	1 753	1 474	279
Jamaica	1 011	1 544	2 555	1 897	658
Mexico	1 238	2 503	3 741	1 835	1 906
Nicaragua	3 202	11 642	14 844	5 232	9 612
Panama	315	330	645	597	48
Paraguay	136	917	1 053	342	711
Peru	2 562	2 689	5 251	4 198	1 053
Uruguay	491	88	577	33	544

Area and country assistance	Approved programmes		New		Total		Approved programmes	
	unspent balances as at January 2002	509	programmes and cancellations	851	programmes	expenditures	unspent balances as at 31 December 2003	377
Venezuela	2 027	2 027		2 028	1 360	983		1 387
Regional					4 055	2 668		
Area total	40 112		83 419		123 531	75 577		47 954
EAST ASIA AND THE PACIFIC								
Cambodia	4 033		33 208		42 241	23 167		19 074
China	4 403		7 617		12 020	7 254		4 766
Democratic People's Republic of Korea	617		895		1 512	978		534
Indonesia	4 834		13 973		18 807	15 065		3 741
Leo People's Democratic Republic	3 026		7 914		10 940	4 968		5 972
Mongolia	659		1 685		2 344	1 300		1 044
Myanmar	5 580		7 320		12 900	8 016		4 884
Pacific island countries	811		917		1 728	872		856
Papua New Guinea	47		1 334		1 381	498		883
Philippines	2 442		6 287		8 729	7 036		1 693
Thailand	3 394		5 206		8 600	4 549		4 051
Timor-Leste	1 820		10 885		12 505	3 479		9 026
Viet Nam	7 646		5 968		17 614	9 199		8 415
Area total	39 312		112 009		151 321	86 382		64 939
SOUTH ASIA								
Afghanistan	1 085		25 881		26 966	9 273		17 693
Bangladesh	18 574		43 440		62 014	36 452		25 562
Bhutan	1 385		2 033		3 418	2 182		1 236
India	37 500		71 391		108 891	70 708		38 183
Maldives	50		87		137	117		20
Nepal	4 846		14 779		19 625	13 885		5 740
Pakistan	2 883		36 173		39 056	21 104		17 952
Sri Lanka	1 380		4 863		6 353	4 381		1 972
Area total	67 713		198 747		266 460	158 102		108 358
MIDDLE EAST AND NORTH AFRICA								
Algeria	790		1 268		2 058	1 353		705
Djibouti	274		531		805	289		516
Egypt	5 390		12 563		17 953	9 136		8 817

STATEMENT 2 (continued)

Area and country assistance	Approved programmes unspent balances as at January 2002	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 2003
Iran (Islamic Republic of)	311	2 558	2 869	2 136	733
Iraq	2 987	3 720	6 697	4 126	2 571
Jordan	815	1 437	2 252	1 682	590
Lebanon	387	1 131	1 518	1 256	262
Morocco	972	2 417	3 389	1 172	2 217
Oman	95	228	323	198	125
Palestinian children and mothers	1 332	7 126	8 458	4 265	4 192
Sudan	1 346	5 965	7 311	5 789	1 522
Syrian Arab Republic	1	371	372	82	290
Tunisia	318	279	597	340	257
Yemen	10 476	1 410	11 886	4 105	7 781
Regional		158	158	48	110
Area total	25 474	41 172	66 646	35 958	39 688

CENTRAL AND EASTERN EUROPE,
THE COMMONWEALTH OF INDEPENDENT STATES
AND THE BALTIC STATES

Albania	4 711	3 201	7 912	4 234	3 678
Armenia	777	620	1 397	1 080	317
Azerbaijan	870	323	1 193	654	539
Belarus		560	560	177	383
Bosnia and Herzegovina	1 344	4 157	5 501	2 712	2 789
Bulgaria		214	214	214	214
Croatia	1	65	66	2	64
Georgia	630	454	1 084	595	489
Kazakhstan	721	180	911	666	245
Kosovo, Serbia and Montenegro		1 978	1 978	634	1 344
Kyrgyzstan	511	334	845	510	335
Republic of Moldova	217	3 609	3 826	1 924	1 902
Romania	3 113	3 556	6 669	3 867	2 802
Russian Federation	262	1 905	2 167	1 184	983
Tajikistan	341	1 402	1 743	705	1 338
The former Yugoslav Republic of Macedonia	132	2 352	2 484	587	1 917
Turkey	1 226	881	2 087	1 105	982
Turkmenistan	157	293	450	159	291
Ukraine		1 260	1 260	788	492
Uzbekistan	3 386	131	3 517	3 202	315

STATISTICAL (continued)

Area and country assistance	Approved programmes unspent balances as at January 2002	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 2003
Serbia and Montenegro Regional	406 4 321	5 740 4 879	6 146 9 200	2 249 5 299	3 897 3 991
<i>Area total</i>	23 126	38 084	61 210	32 293	28 917
GLOBAL ASSISTANCE					
Emergency Programme Fund					
Immunization	851 4 121	16 977 2 503	17 828 6 624	12 781 3 824	5 047 2 800
Inter-country programmes	96 311	251 303	347 614	259 483	88 151
Inter-arts Research Centre	4 779	10 138	14 937	7 488	7 449
Special Session on Children	1 513	753	2 266	2 266	
TOTAL GLOBAL ASSISTANCE	107 876	281 694	389 269	285 822	103 447
TOTAL PROGRAMME ASSISTANCE	336 547	3 051 435	3 487 982	923 760	564 212

STATEMENT VII.3
PROGRAMME COOPERATION: STATEMENT OF APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT BALANCES
FOR EMERGENCY RELIEF AND REHABILITATION FOR THE BIENNIMUM ENDED 31 DECEMBER 2003
(In Thousands of United States dollars)

Area and country assistance	Approved programmes		New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 2003
	unspent balances as at January 2002	unspent balances as at 31 December 2001				
AFRICA						
Angola	3 980		29 460	33 440	29 987	3 462
Burkina Faso	11			11		11
Burundi	23	(81)		(58)		(58)
Burundi	1		12 116	12 127	9 438	2 689
Burkina Faso			156	156	183	(31)
Central African Republic	111		177	288	113	175
Chad	1			1		1
Comoros			473	473	225	248
Congo	126		1 511	1 638	1 193	445
Cote d'Ivoire	12		8 384	8 396	2 789	5 607
Democratic Republic of the Congo	(241)		18 286	18 045	12 476	5 569
Eritrea	1 420		13 244	14 664	10 485	4 179
Ethiopia	4 643		45 137	49 780	33 724	16 056
Ghana			131	131	72	59
Gambia	1 536		1 549	3 085	2 834	251
Gambia-Bissau	135	(104)		31		31
Kenya	1 781		3 921	5 702	4 858	844
Lesotho			781	781	423	358
Liberia	992		9 070	10 062	8 195	1 867
Madagascar	261			261	87	174
Malawi			9 231	9 231	6 443	2 788
Mali			97	97	136	(33)
Mauritania	7 914		2 264	2 264	1 038	1 226
Mozambique	(221)		5 209	13 123	9 354	3 769
Rwanda	33		1 456	1 235	2 028	(793)
Senegal	5 369		2 361	2 361	1 585	809
Sierra Leone	6 452		18 083	16 309	12 251	4 058
Somalia			3 203	24 535	21 217	3 318
South Africa					1 229	1 229
Tanzania	111		5 769	5 768	4 363	1 405
United Republic of Tanzania	80		1 950	2 030	394	1 636
Zambia	108		4 646	4 754	3 209	1 545
Zimbabwe	420		11 924	12 344	9 067	3 277

Area and country assistance	Approved programmes disposit balances as at January 2002		New programmes and cancellations		Total programmes		Total expenditures		Approved programmes disposit balances as at 31 December 2003	
Regional	13 001		24 318		37 319		30 006		4 313	
<i>Area total</i>	<i>47 971</i>		<i>245 652</i>		<i>293 621</i>		<i>213 392</i>		<i>69 231</i>	
THE AMERICAS AND THE CARIBBEAN										
Belize	61		94		155		155		2	
Bolivia	2				2				1 285	
Colombia	152		1 283		1 435		150		1	
Cuba	199				199		198		(3)	
Dominican Republic			35		35		35		22	
Ecuador	22				22				55	
El Salvador	1 258		1 279		2 534		2 474		(97)	
Guatemala	75				75		172		(54)	
Honduras			49		49		49		25	
Peru	162		364		526		501		14	
Venezuela	48		(112)		(64)		(78)		1 191	
Regional	1 623		63		1 687		496			
<i>Area total</i>	<i>3 600</i>		<i>3 046</i>		<i>6 646</i>		<i>4 185</i>		<i>2 401</i>	
EAST ASIA AND THE PACIFIC										
Cambodia	(40)				(40)				(40)	
China	(3)		(97)		(94)		496		12	
Democratic People's Republic of Korea	2 231		9 706		11 939		10 192		1 747	
Indonesia	2 699		4 594		7 293		6 581		712	
Mongolia	194				194		66		38	
Timor-Leste	2 809		749		3 558		2 831		727	
Viet Nam	146				146		135		14	
<i>Area total</i>	<i>7 951</i>		<i>15 546</i>		<i>23 497</i>		<i>20 301</i>		<i>3 196</i>	
SOUTH ASIA										
Alghanistan	36 332		124 946		161 278		146 334		14 864	
Bangladesh	268		14		302		81		223	
India	13 046		1 682		14 722		12 898		1 824	
Pakistan	3				3				3	
Sri Lanka	1 589		20 504		22 093		12 162		9 931	
<i>Area total</i>	<i>51 252</i>		<i>147 146</i>		<i>198 398</i>		<i>171 575</i>		<i>26 823</i>	

STATEMENT VII (continued)

Area and country assistance	Approved programmes: unspent balances as at January 2002		New programmes and cancellations		Total programmes		Total expenditures		Approved programmes: unspent balances as at 31 December 2003	
MIDDLE EAST AND NORTH AFRICA										
Algeria					406				311	95
Djibouti	81	(46)			5				11	(6)
Iran (Islamic Republic of)	618	1 738			2 356				1 285	1 071
Iraq	400	(177 800)			178 200				84 912	93 277
Jordan	(6)		63		57				83	(26)
Kuwait	0				30					30
Lebanon									9	(9)
Palestinian children and mothers	37	6 846			6 883				5 024	1 859
Sudan	9 193	61 287			70 479				53 896	16 583
Syrian Arab Republic			399		399				422	(23)
Yemen	1				1					1
Regional			33 142		33 142				14 662	18 480
Area total	10 412	281 635			292 047				160 515	131 432

CENTRAL AND EASTERN EUROPE,
THE COMMONWEALTH OF INDEPENDENT STATES
AND THE BALTIIC STATES

Albania	873	(242)			631				391	240
Armenia	(12)				(12)					(12)
Azerbaijan	3				3				1	2
Belarus	2				2					2
Bosnia and Herzegovina	3 218	937			4 155				2 959	1 196
Croatia	252	(3)			251				31	220
Georgia	38				38				1	37
Kosovo, Serbia and Montenegro	5 123	782			5 905				5 817	88
Romania	6				6					6
Russian Federation	21	6 260			6 281				5 527	754
Serbia and Montenegro	8 622	383			9 005				8 372	633
Tajikistan	1 603	3 819			5 480				4 373	1 107
The former Yugoslav Republic of Macedonia	2 302	565			2 867				2 741	126
Turkey	788	572			1 360				1 301	59
Turkmenistan	4	485			489				485	4
Ukraine	15				15					15
Uzbekistan		282			282				282	
Yugoslavia (former)	24				24				1	23

STATEMENT A.B.3 (continued)

Area and country assistance	Approved programmes unspent balances as at January 2002	New programmes and cancellations	Total programmes	Total expenditures	Approved programmes unspent balances as at 31 December 2003
Regional	2 868	4 784	7 652	4 429	3 223
Area total	25 808	18 626	44 434	36 711	7 723
GLOBAL ASSISTANCE					
Emergencies Programme Fund	(300)		(300)	(300)	
Inter-country programmes	10		10		10
TOTAL GLOBAL ASSISTANCE	(290)		(290)	(300)	10
TOTAL PROGRAMME ASSISTANCE	146 704	711 651	858 355	806 479	251 876

Notes to the financial statements

Note 1

Statement of the objectives and activities of UNICEF

1. UNICEF is mandated by the United Nations General Assembly to advocate for the protection of children's rights, to help meet their basic needs and to expand their opportunities to reach their full potential. The organization mobilizes political will and material resources to help countries, particularly developing countries, ensure a "first call for children" and build their capacity to form appropriate policies and deliver services for children and their families.

Note 2

Summary of significant accounting policies

Accounting Convention

2. The financial statements are prepared in accordance with the Financial Regulations and Rules of UNICEF and the United Nations system accounting standards.

3. In line with the goal of achieving harmonization of the presentation of the accounts by agencies in the United Nations system, the financial statements are presented in line with the formats agreed upon by the CEB.

Financial period

4. In accordance with the UNICEF Financial Regulations and Rules, the accounts are maintained on a biennial basis.

Unit of account

5. The accounting unit is the United States dollar. The equivalent in United States dollars of other currencies is established on the basis of the United Nations operational rate of exchange.

Translation of currencies

6. Differences between the valuation of the currencies when entered into the accounts and when actual transactions are completed are accounted for as gains or losses on exchange transactions. Periodically, assets and liabilities in currencies other than United States dollars are revalued for accounting purposes at the prevailing United Nations operational rates of exchange. Any variance due to fluctuation of those rates is accounted for as income or loss and shown separately in the statement of income and expenditure. In accordance with UNICEF Executive Board decision 1990/28 (E/ICEF/1990/13), differences resulting from the payment of contributions pledged in currencies other than United States dollars are recorded against the contributions.

Income

7. Income consists of regular resources, supplementary funds and funds for emergency relief and rehabilitation. Regular resources include funds from the voluntary annual contributions of Governments, intergovernmental organizations, NGOs, the net income from the Private Sector Division (PSD), unearmarked funds contributed by the public and other income. Supplementary funds are those contributed to UNICEF by Governments, intergovernmental organizations, NGOs and the United Nations system for specific purposes within the programmes approved by the UNICEF Executive Board. Emergency relief and rehabilitation funds include those contributed for emergency operations.

8. Income is recorded on the basis of funds or pledges received for the current year. Pledges received for future years for purposes specified by donors are considered deferred income and recorded as "contributions received in advance".

9. Contributions income received from National Committees for UNICEF is accounted for on a cash basis, with the exception of contributions for supplementary funds and for emergency relief and rehabilitation, which may be recorded on the basis of a valid pledge from a National Committee. The validity of the pledge is determined by the existence of funds raised and a statement from the National Committee that it is committing funds to UNICEF in the form of a pledge.

10. The statement of income and expenditures does not include funds received and disbursements made from trust funds. Those transactions that do not require commitments by the Executive Board are maintained as trust funds.

11. All other income received by UNICEF is classified as miscellaneous income and is credited as regular resources.

12. Contributions-in-kind (supplies) are valued by management and reflect the cost UNICEF would normally pay for similar items.

13. Donations-in-kind are not reflected in the financial accounts of UNICEF, although they are handled through the administrative structures of the organization.

Expenditure

14. All expenditures of UNICEF are accounted for on an accrual basis, except for those relating to staff entitlements, which are accounted for on the basis of cash disbursements only.

15. Deferred charges comprise expenditure items which are not properly chargeable in the current financial period and which will be charged as expenditure in a subsequent financial period.

16. No provision is made for such staff entitlements as repatriation, which will take place in the future or to meet contingencies under appendix D of the United Nations Staff Rules, as funds are provided in the budget appropriations as required.

Cash

17. All funds received are deposited into UNICEF bank accounts, including those under trust fund arrangements and reflected as cash holdings.

Stock

18. The stock of programme supplies at the UNICEF Supply Division warehouse at Copenhagen is shown at average cost. All costs associated with bringing the goods to the warehouse are considered as part of the average cost. Goods in transit to the warehouse are valued at actual cost.

Non-expendable property

19. Furniture, equipment and other non-expendable property are not included in the assets of the organization. Acquisitions are charged against budgetary accounts in the year of purchase.

Capital asset reserve

20. By its decision 1990/26 (E/ICEF/1990/13), the Executive Board approved the establishment of a capital asset reserve fund to better control the future purchases of UNICEF capital assets, mainly buildings to be purchased for office accommodations and staff housing in the field. At such time as may be necessary, additional authorized appropriations will be made to replenish the capital asset reserve.

Consolidation of PSD accounts

21. The financial report and accounts reflect UNICEF income, expenditure, assets and liabilities, including the net operating income, assets and liabilities of PSD. Inter-office transactions between UNICEF and PSD are eliminated for PSD consolidation purposes.

PSD accounting conventions

22. The PSD accounts are maintained in accordance with the Financial Regulations and Rules of UNICEF and the Greeting Card Operation special supplement.

PSD translation of currencies

23. Gross proceeds are recorded in local currency based on current year deliveries. They are converted into United States dollars at the United Nations operational rates of exchange prevailing on 31 December.

PSD allowance for exchange rate fluctuation and doubtful accounts receivable

24. The policy of making an allowance of 10 per cent of non-United States dollar-denominated outstanding accounts receivable as at 31 December as a provision for delays in the collection thereof, is discontinued effective 31 December 2003. In accordance with PSD accounting policy, a provision to cover accounts receivable that are considered doubtful for collection may be established.

PSD inventories

25. The inventory of work in process and finished goods are valued at standard cost, while raw materials are valued at moving average cost. It is PSD policy to write down unsold cards and dated products at the end of the first sales campaign year and all other products at the end of the second sales campaign year. Products

that have been written-down and carried forward are valued at their add-on cost. All publicity and promotion materials produced in the current campaign year but relating to future campaign years are shown at standard cost and included in inventory.

PSD capital assets

26. Capital assets costing \$100,000 or more are capitalized and depreciated over their estimated useful life.

PSD liabilities

27. Liabilities are accrued in the PSD accounts following recognized accounting standards, and appropriate cut-off procedures are followed consistently.

PSD income

28. Gross proceeds from the sale of cards and products are recorded in foreign currency and accrued on the basis of the provisional sales reports received from the sales partners at year-end. They are converted into United States dollars at the United Nations operational rates of exchange prevailing on 31 December of the year in question. The accrual is adjusted in the following year on receipt of the final sales report. In case the provisional sales report is not received from a sales partner by end-of-year closure, gross proceeds are accrued on the basis of that sales partner's average sales-to-delivery ratio for the current year.

29. Income from private sector fund-raising activities and related expenses are recorded separately in the PSD accounts. The net proceeds raised by National Committees from private sector fund-raising activities are recorded on the basis of the reports they submit at year's end, while the net proceeds raised by field offices from private sector fund-raising activities are recorded upon receipt of funds.

Note 3

Transfer to the biennium support budget

30. A transfer is made from income to biennium support budget, in keeping with the budget harmonization of the United Nations Development Programme (UNDP), the United Nations Population Fund (UNFPA) and UNICEF, as follows:

	1992-2003	2000-2001
(In thousands of United States dollars)		
Government contributions towards local costs	571	646
Income tax reimbursement	15 278	14 785
Total	15 849	15 431

Note 4 PSD income

31. Net income from PSD for the biennium ended 31 December 2003 was \$570,796,000, broken down as follows:

	2002	2003	Total	2000-2001
(In thousands of United States dollars)				
Income:				
Gross proceeds from sales	125 925	151 469	277 394	218 362
Private sector fund-raising	245 156	258 531	503 687	312 032
Other income	5 461	5 511	10 972	18 238
Total	376 542	415 511	792 053	548 632
Total expenditures	95 162	126 095	221 257	224 254
Net income	281 380	289 416	570 796	324 378

Note 5 Miscellaneous income

	2002-2003	2000-2001
(In thousands of United States dollars)		
Liquidation of prior year's outstanding budgetary obligations	26 507	20 638
Income from the sale of surplus and obsolete property	1 729	2 672
Agency commissions from procurement services	1 915	1 837
Gains and losses on foreign exchange transactions	5 222	14 047
Miscellaneous — others	3 170	2 517
Total	38 543	41 711

Note 6 Currency exchange adjustment

32. The currency exchange adjustments line no longer reflects all exchange adjustments and therefore direct comparison with the previous biennium is not possible. In 2002-2003, all exchange adjustments related to other resources are recorded against those contributions. This is in line with Financial Regulation 4.10 and UNICEF Executive Board decision 1990/28 (E/ICEF/1990/13).

33. If the disclosure rules had been strictly applied, the figure for currency adjustments for 2000-2001 would have been \$6.75 million less, a total of (\$16.756 million), with no impact on the UNICEF net excess of income over expenditure.

Note 7

Write-offs

	<i>Regular resources</i>	<i>Other resources</i>	<i>Emergency relief and rehabilitation</i>	<i>Total 2002-2003</i>	<i>Total 2000-2001</i>
(In thousands of United States dollars)					
Uncollectible contributions	518	5 322	6 613	12 453	10 411
Stock write-offs	3 570	334		3 904	3 347
Prior years' adjustments	745	(1 448)	747	44	28
Total	4 833	4 208	7 360	16 401	13 786

Note 8

Cash and term deposits

	<i>2003</i>	<i>2001</i>
(In thousands of United States dollars)		
Term deposits	927 233	619 922
Cash (convertible)	26 867	17 085
Cash (non-convertible)	7 259	7 545
Total cash and term deposits	961 359	644 552

Note 9

Ageing analysis of contributions receivable

<i>Prior to 2001</i>	<i>2001</i>	<i>2002</i>	<i>2003</i>	<i>Total 2003</i>	<i>Total 2001</i>
(In thousands of United States dollars)					
2 798	4 333	12 847	249 115	269 093	212 588

Note 10

Provision for uncollectible contributions receivable

34. In line with the recommendation of the external auditors (A/51/5/Add.12, paragraph 35), UNICEF maintains a provision for potentially uncollectible contributions receivable. This provision is set at \$5 million.

Note 11 Other accounts receivable

	2004	2003
	(In thousands of United States dollars)	
From NGOs for fund-raising campaigns of National Committees for UNICEF	312 504	208 732
Less PSD allowance for exchange rate fluctuation and uncollectible accounts	(28 241)	(24 606)
From Governments, United Nations agencies and other organizations for trust funds	21 022	75 038
From United Nations and specialized agencies	4 959	
From staff members	21 432	17 924
From banks — accrued interest	3 074	4 462
Advances to suppliers for goods and freight	8 296	3 938
Deferred charges — Central Emergency Revolving Fund		1 636
From Governments — other	1 083	899
Deposits and prepayments	612	801
Miscellaneous	157	262
Total	344 898	289 086

Note 12 Inventories

	2004	2003
	(In thousands of United States dollars)	
Programme supplies in warehouse	24 222	18 583
Packing materials in warehouse	251	167
PSD — raw materials	2 402	2 404
PSD — work in progress	189	230
PSD — finished goods	2 455	4 324
Total	28 519	25 708

Note 13

Buildings and equipment

	<i>UNICEF office buildings</i>	<i>UNICEF housing</i>	<i>PSD machinery and equipment</i>	<i>Total</i>
<i>(In thousands of United States dollars)</i>				
As at 31 December 2001	11 454	946	319	12 719
Additions	919			919
Disposals		366		366
Depreciation			243	243
As at 31 December 2003	12 373	580	76	13 029

35. There was a net increase of \$310,000 in the capital asset fund during 2002-2003.

Note 14

Contributions received in advance

	<i>2003</i>	<i>2001</i>
<i>(In thousands of United States dollars)</i>		
Governments and intergovernmental agencies	1 852	3 080
Others	898	379
Total	2 750	3 459

36. Further to contributions received in advance, pledges amounting to \$161,269,472 had already been received for future years.

Note 15

Unliquidated obligations

	<i>2003</i>	<i>2001</i>
<i>(In thousands of United States dollars)</i>		
Programme budget accounts	117 810	160 552
Administrative budget accounts	10 081	12 688
Total	127 891	173 240

Note 16 Accounts payable

	2003	2002
	(In thousands of United States dollars)	
To the United Nations and specialized agencies	2 621	4 033
Central Emergency Revolving Fund	3 427	12 500
Supplies, service and freight	65 716	52 459
Miscellaneous	8 491	6 148
Total	80 255	75 140

Note 17 Medical insurance plans

	2003	2002
	(In thousands of United States dollars)	
Opening balance	24 343	19 329
Premiums	15 996	12 972
Expenditures	8 889	7 958
Ending balance	31 450	24 343

37. The Medical Insurance Plan is a health and dental insurance plan operated by the United Nations, UNDP, the Office of the United Nations Commissioner for Refugees (UNHCR) and UNICEF at designated duty stations for the benefit of locally-recruited General Service staff members, national Professional officers, former staff members and their eligible family members. Staff and the organization share in the cost of the premiums. The balance represents premiums less expenses.

Note 18 Reserve for procurement services — staff and related costs

38. In 1993, the Executive Board authorized the establishment of a reserve for procurement services at \$2 million (E/ICEF/1993/AB/L.11 and E/ICEF/1993/14, decision 1993/19). There were no movements in the reserve during 2002-2003.

39. The income and expenditures relating to procurement services amounted to:

	2002-2003	2000-2001
(In thousands of United States dollars)		
Funds received	12 160	10 425
Staff-related expenses	10 245	8 588
Transfer to miscellaneous income	1 915	1 837

Note 19

Insurance reserves

Reserve for losses of programme supplies and equipment

40. In 1950, the Executive Board authorized the establishment of a reserve for insurance of \$200,000 to absorb losses of UNICEF programme supplies and equipment not covered by commercial insurance. The reserve balance at the end of 2001 was \$104,010. There was an increase of \$11,161.89 in the reserve during 2002-2003.

Reserve for property loss

41. In 1987, UNICEF established a reserve of \$100,000 to self-insure for property losses. The reserve balance at the end of 2001 was \$26,399. There were no movements in the reserve during 2002-2003.

Note 20

After-service health insurance reserve

42. In order to gain a better understanding of the financial dimensions of the organization's liability for after-service health insurance, a consulting actuary was engaged in 2003 to carry out an actuarial valuation of post-retirement health insurance benefits as at 31 December 2003. On the basis of that study, it has been estimated that UNICEF liability as at 31 December 2003 for after-service health insurance benefits covering all participants is as follows:

	Estimated value of future benefits as at 31 December 2003	Actuarial liability as at 31 December 2003
(In thousands of United States dollars)		
Gross liability	319 309	233 428
Offset from retirees	73 294	50 971
Total	246 015	182 457

43. The present value of future benefits is the discounted value of all benefits, less retiree contributions, to be paid in the future to all current retirees and active employees expected to retire in the future. In actuarial terminology, it is called the expected post-retirement benefit obligation, or EPBO.

44. The accrued liability for future benefits represents that portion of the present value of benefits that has accrued from the employee's date of hire until the valuation date. An active employee's benefit is fully accrued when that employee has reached the date of full eligibility for benefits. Thus, for retirees and active employees who are eligible to retire with benefits, the present value of future benefits and the accrued liability are equal. In actuarial terminology, the accrued liability is called the accumulated post-retirement benefit obligation, or APBO.

45. In 2003, the Executive Board authorized the establishment of a funded reserve for after-service health insurance with an initial contribution of \$30 million. Currently disbursements for current retirees are charged against the budget appropriations of the periods when actual payments are made.

Note 21

Other end-of-service liabilities

46. The net contingent liability for staff benefits as at 31 December 2003 is estimated at \$66,952,000, consisting of the following:

	2003	2002
	(In thousands of United States dollars)	
Accumulated leave	13,041	13,839
Retirement grant	73,811	20,655
Total	86,952	56,494

47. There is no provision in the accounts for the above amount. The expenditures will be charged against the budget appropriations of the periods when actual payments are made.

Note 22

United Nations Joint Staff Pension Fund

48. UNICEF is a member organization participating in the United Nations Joint Staff Pension Fund, which was established by the General Assembly to provide retirement, death, disability and related benefits. The Pension Fund is a funded defined benefit plan. The financial obligations of the organization to the Fund consist of its mandated contribution at the rate established by the General Assembly, together with any share of any actuarial deficiency payments under Article 26 of the Regulations and rules of the Fund. Such deficiency payments are payable only if and when the General Assembly has invoked the provision of Article 26, following determination that there is a requirement for deficiency payments based on an assessment of the actuarial sufficiency of the Funds as of the valuation date.

49. At the time of this report, the General Assembly has not invoked this provision.

Note 23

Non-expendable property as at 31 December 2003

	2003	2002
(\$ millions of United States dollars)		
Cost of non-expendable property - UNICEF	52,922	52,122
Cost of non-expendable property - under UNICEF custody	65,106	-
Total	118,030	52,122

50. All non-expendable property is charged against current year expenditure at the time of acquisition.

Note 24

Liquidity

51. UNICEF internal liquidity guidelines recommend a year-end regular resources convertible cash balance equal to at least 50 per cent of projected regular resources income for the following year.

52. The financial plan for 2003 recommended a maximum regular resources convertible cash balance of \$60 million.

53. For the purpose of meeting this internal guideline, UNICEF cash balances, excluding trust funds, are estimated to be split between regular resources and other resources as follows:

	2003	2002
(\$ millions of United States dollars)		
Convertible cash balance	209,887	462,816
Non-convertible cash balance	714	-
Total	209,146	462,816

54. UNICEF met its internal liquidity guideline for the year 2003.

Note 25

In-kind contributions

55. During the biennium 2002-2003 UNICEF provided in-kind contributions to the following organizations:

	Total 2003 - 2004
(in thousands of United States dollars)	
Global Alliance for Vaccines and Immunization	953
Joint United Nations Programme on HIV/AIDS	113
United Nations Board of Auditors	43
Total	1 109

E/ICEF/2004/AB/L.6

Donor	Regular Resources			Supplementary Funds			Other Resources			TOTAL
	Governments and Inter-governmental Agencies	Non-governmental Sources	Subtotal	Governments and Inter-governmental Agencies	Non-governmental sources	Subtotal	Emergency Relief and Rehabilitation Agencies			
							Governments and Inter-governmental sources	Subtotal		
Norway	85 410		85 410	64 923	488	65 411	44 848	693	45 441	196 262
Oman	55		55	221		260				315
Pakistan	131		131		36	36				167
Panama	27		27	300	62	362				389
Paraguay					20	20				20
Peru	10		10		22	22				32
Philippines	108		108		997	997				1 105
Poland	35		35				15	15	15	50
Portugal	340		340	8	114	122	118	376	494	956
Qatar	10		10							10
Republic of Korea	4 200		4 200	120	914	1 034	4 870	1 024	5 894	31 128
Romania	22		22							22
Russian Federation	1 000		1 000		58	58				1 058
Samoa	2		2					2	2	2
San Marino	2 000		2 000	50	158	208		15	15	15
Saudi Arabia				54	1	55		122	122	2 330
Senegal					35	35		55	55	135
Singapore	100		100		9	9		37	37	58
Slovak Republic	12		12					257	329	500
Slovenia	40		40		131	131	72	95	95	191
South Africa	24		24		72	72				22
Spain	3 957		3 957	26	13 329	13 355	1 077	4 456	5 533	22 845
Sri Lanka	31		31	437	4	441				472
Swaziland	1		1							1
Sweden	66 368		66 368	62 048	3 256	65 304	48 408	724	49 132	180 804
Switzerland	24 444		24 444	2 916	11 102	14 218	2 393	1 149	3 542	42 204
Syrian Arab Republic	6		6		56	56				62
Thailand	417		417		4 091	4 091		2	2	4 510
The former Yugoslav Republic of Macedonia	3		3							3
Trinidad and Tobago	6		6							6
Tunisia	86		86		22	22				108
Turkey	240		240		357	357	100		100	697
Ukraine	15		15							15
United Arab Emirates	100		100		272	272				572
United Kingdom of Great Britain and Northern Ireland	33 744		33 744	67 129	24 535	91 664	80 819	8 865	89 684	234 892
United States of America	239 220		239 220	194 490	42 150	236 640	101 169	9 409	110 578	586 638
Uruguay					188	188				188
Venezuela					428	428				428
Viet Nam	27		27		3	3				30
Virgin Islands (United Kingdom)	2		2							2
Zimbabwe	1		1		7	7				8
Subtotal, countries	769 607		769 607	684 426	222 752	907 178	530 266	3 621 069	6 21 069	2 208 094

Schedule 1 (continued)

Donor	Regular Resources		Supplementary Funds		Emergency Relief and Rehabilitation		
	Governments and Inter-governmental sources	Subtotal	Governments and Inter-governmental sources	Non-governmental sources	Governments and Inter-governmental sources	Non-governmental sources	TOTAL
	Americas		Americas		Americas		
Council of Europe Development Bank			360				360
European Commission Humanitarian Office			6 520		46 356		52 876
European Economic Community			6 801		13 321		20 222
OPIC Fund			200		350		550
Organization for African Unity					477		477
Others, regular resources	135	135	48				183
Commissariat secretariat							48
Subtotal, inter-governmental agencies	135	135	14 844		60 504		75 483
Income adjustments to prior periods	1 373	1 373	(3 269)		(2 199)		(1 896)
Refund of contributions			(2 195)		(3 983)		(6 177)
TOTAL GOVERNMENTS AND INTER GOVERNMENTAL AGENCIES	771 115	771 115	601 806	222 752	584 588	91 643	2 363 904
NON-GOVERNMENTAL ORGANIZATIONS							
Canada (various)							6 371
Cayman Islands (various)							20
GLAV	20	20					2 503
Germany (various)	0	0					150
IFRC							578
ICRC							5
Irish (various)							414
Italy (various)							9
Japan (various)							3 542
Luxembourg (various)							150
Manaco (various)							118
NetAID Foundation							15
Others, regular resources	3	3					3
Plan International	1 000	1 000					1 500
Portugal (various)							81
Rotary International							11 740
Singapore (various)							10
Switzerland (various)	31	31					101
Thailand (various)							50
The Institute of Economics (Serbia)							44
United Nations Staff	1	1					1
United Arab Emirates (various)							53
United Kingdom of Great Britain and Northern Ireland (various)							30
United States of America (various)	21	21					273
World Conference on Religion and Peace							300
Subtotal, non-governmental organizations	1 076	1 076	602 515	692 315	2 435	2 215	73 526

Donor	Regular Resources			Supplementary Funds			Other Resources			TOTAL
	Governments and Inter-governmental Agencies	Non-governmental Sources	Subtotal	Governments and Inter-governmental Agencies	Non-governmental sources	Subtotal	Governments and Inter-governmental Agencies	Non-governmental sources	Subtotal	
Income adjustments to prior periods	2 215	2 215		(241)	(241)		4	4		1 979
Refund of contributions				(2 311)	(2 311)		(271)	(271)		(2 603)
TOTAL GOVERNMENTS, INTERGOVERNMENTAL AND NON-GOVERNMENTAL AGENCIES	771 115	3 291	774 406	693 806	289 695	983 501	584 558	44 311	628 869	2 406 806
INTER-ORGANIZATION ARRANGEMENTS										
UNAIDS				26 324	26 324					26 324
United Nations agencies				11	11					11
United Nations DPKO				865	865			97	97	962
United Nations Trust Fund for Human Security				3 484	3 484					3 484
United Nations, Secretariat				808	808			2 182	2 182	2 998
UNDP				163	163			743	743	1 106
UNESCO				76	76					76
UNFPA				453	453					453
UNHCR				382	382			410	410	792
UNOCHA				10	10			153	153	163
UNODC				135	135					135
UNMEE				817	817			67	67	67
WHO				1 307	1 307			577	577	1 594
World Bank								480	480	1 707
Subtotal, inter-organization arrangements				15 033	15 033		4 588		4 588	19 623
Income adjustments to prior periods	2	2		(117)	(117)			(23)	(23)	(18)
Refund of contributions				(242)	(242)					(243)
TOTAL INTER-ORGANIZATION ARRANGEMENTS	2	2		14 774	14 774		4 565		4 565	39 362
GRAND TOTAL	771 115	3 291	774 406	693 806	324 469	1 018 275	584 558	98 897	683 485	2 476 168
SUMMARY										
Regular Resources										
770 541										
Supplementary Funds										
679 160										
Emergency Relief & Rehabilitation										
524 497										
1 974 198										
75 311										
315 828										
2 799										
39 362										
2 476 168										
2 406 801										
9 367										
2 476 168										

SUPPLEMENTARY TABLE 1
 CONTRIBUTIONS RECEIVED FOR REGULAR RESOURCES, SUPPLEMENTARY FUNDS AND EMERGENCY RELIEF AND REHABILITATION
 AS AT 31 DECEMBER 2003
 (In thousands of United States dollars)

Donor	Regular resources			Supplementary funds			Other resources			Total
	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
GOVERNMENTS										
Australia				1 912		1 912	1 230		1 230	3 142
Austria	5	5	5				187		187	187
Belgium	15	15	15				706		706	711
Burundi	1	1	1							15
Cameroon	14	14	14							1
Canada				1 076		1 076	5 906		5 906	14
Cape Verde	1	1	1							1
Chad				66 241		66 241	660		660	1
CUDA, FIELD AID CENTRE							981		981	66 641
Czechia	230		230							981
Estonia										230
France				1 134		1 134				1 134
Ghana	10	10	10							19
Germany	73	73	73							81
Iran, Islamic Republic of	83	83	83				8		8	53
Ireland, Development Cooperation Office				364		364				364
Irish Aid Division				244		244				244
Italy				278		278	594		594	872
Japan	66	66	66	16 359		16 359				66
Kenya										16 359
Laos People's Democratic Republic	5	5	5							5
Lesotho	3	3	3							3
Liberia				372		372	18		18	38
Luxembourg	5	5	5				461		461	833
Madagascar	84	84	84							84
Malawi	8	8	8							8
Maldives	4	4	4							4
Morocco	1	1	1							1
Namibia				6 269		6 269				6 269
Netherlands				206		206				206
New Zealand				789		789	6		6	795
Norway				1 515		1 515				1 515
Norway - NORD	1	1	1							1
Palau	10	10	10							10
Peru										
Sweden				12 609		12 609	8 287		8 287	20 896
Switzerland							802		802	802
Switzerland - SIDA										
The former Yugoslav Republic of Macedonia	2	2	2							2

No. 101 (14.11.1) (continued)

Donor	Regular resources			Other resources		
	Governments and inter-governmental agencies		Subtotal	Supplementary funds		Subtotal
	Governments and inter-governmental agencies	Non-governmental sources		Governments and inter-governmental agencies	Non-governmental sources	
United States Department of Labor	18		18	811		811
UKaid						15
United Department of State				500		500
United Kingdom of Great Britain and Ireland				22 508	2 818	25 326
United States of America				316		316
United States International Narcotics and Law Enforcement				224		224
USAID/OFDA				105	18 256	18 361
USAID/Washington	47		47	32 299	39 785	72 084
Yemen	15		15		47	35
Subtotal, Governments	607		607	146 131	50 445	227 240
INTERGOVERNMENTAL AGENCIES						
Afraid				111		111
European Commission				3 283		3 283
EU/ED				653	4 811	5 464
Inter-American Development Bank				105	5 746	5 851
OPIC Fund				50		50
Subtotal, intergovernmental agencies				4 102	10 557	14 659
NATIONAL COMMITTEES FOR CHILDREN						
Subtotal, National Committees						
NON-GOVERNMENTAL ORGANIZATIONS						
Columbia University				18		18
Heinrich Heine Worldwide				56		56
International Development Research Institute International				7 683		7 683
Subtotal, non-governmental agencies				7 757		7 757
OTHER ORGANIZATIONAL ARRANGEMENTS						
IFAD				156		156
UNICEF				47		47
UNEP				8 741		8 741
UNEP/WHO				78		78
Subtotal, inter-organizational arrangements	17		17	9 022		9 037

in 100 000 U.S. dollars

Donor	Regular resources		Supplementary funds		Other resources		
	Governments and inter-governmental agencies	Non-governmental sources	Technical	Governments and inter-governmental agencies	Non-governmental sources	Emergency relief and rehabilitation	
						Governments and inter-governmental agencies	Non-governmental sources
Adjustments							
Subtotal contribution adjustments			11.1			3 117	10 826
			11.1			3 117	10 826
GRAND TOTAL	684	17	81.6	150 333	10 773	39 453	260 893
SUMMARY							
Governments							
Inter-governmental agencies			68.1				
National Committees							
Non-governmental organizations							
Inter-agency arrangements			17				
Contribution adjustments			11.1			3 117	10 826
GRAND TOTAL			81.6			31 569	260 893

Schedule 3

TRUST FUNDS FOR THE BIENNium ENDED 31 DECEMBER 2003

(In thousands of United States dollars)

	Balances as at 1 January 2002	Funds received & adjustments	Funds disbursed	Balances as at 31 December 2003
Governments and others				
Procurement services	51 276	216 032	203 791	63 517
Procurement services on behalf of GAVI	87 470	199 605	141 226	145 849
Other trust funds	41 642	341 260	323 605	59 297
Junior Professional Officers	6 551	25 016	18 907	12 660
Subtotal	186 939	781 913	687 529	281 323
United Nations system				
International Labour Organization (ILO)	9	29	29	9
United Nations agencies	14	30	40	4
United Nations, Secretariat	(31)	32	2	(1)
UNAIDS	2 115	1 526	2 922	719
UNFPA		298	275	23
UNDP	33	909	585	357
UNOPS	3	(3)		
UNOCHA	5	(5)		
UNOIP	(86 494)	193 921	141 280	(13 853)
UNRWA	46	137	171	12
World Bank	(291)		8	(299)
WFP	5	153	166	(8)
WHO	240	1 705	1 857	88
Subtotal	(64 346)	198 732	147 335	(12 949)
Net balances	122 593	980 645	834 864	268 374
Total debit balances	75 651			21 023
Total credit balances	198 244			289 397

Income and expenditures and changes in reserves and fund balances for the years ended 31 December 2002 and 31 December 2003

(In thousands of United States dollars)

	Other resources					Total
	Regular resources		Supplementary funds		Emergency relief & rehabilitation	
	2003	2002	2003	2002	2003	2002
INCOME						
Voluntary contributions						
Governments	403 457	367 659	151 132	342 674	341 514	203 070
Less: Transfer to support budget	(8 387)	(7 462)				
	395 070	360 196				
Non-governmental private sector						
Private Sector Division	2 710	1 081	140 141	149 754	50 406	33 960
Funds received under inter-organization arrangements	289 416	281 340				
Other income	2		21 685	13 080	1 065	3 191
Interest income	13 467	16 901				
Miscellaneous income	10 682	27 861				
Currency exchange adjustments a	12 812	13 926				
TOTAL INCOME	723 659	701 345	513 158	605 117	442 929	240 556
EXPENDITURE						
Programme assistance	392 754	347 305	481 701	442 059	353 152	253 327
Programme support	155 025	145 310				
Total programme cooperation	547 779	492 615	481 701	442 059	353 152	253 327
Management and administration	86 589	79 216				
TOTAL EXPENDITURES	633 968	571 831	481 701	442 059	353 152	253 327
EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURES						
Write-offs prior period's adjustments	89 691	129 424	31 457	63 038	89 777	210 924
	4 227	666	2 160	2 348	4 100	2 471
NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURES	85 464	129 818	29 297	63 038	85 368	213 422
Reserve balances, 1 January	28 961	28 933				
Transfer to after-service health insurance	(10 000)					
Increase in reserves	30 653	28				
Fund balances, 1 January	312 452	183 754	410 243	345 233	128 177	147 619
RESERVES AND FUND BALANCES, 31 DECEMBER	4,7 050	341 533	439 540	410 243	235 605	295 277

Annex II

Glossary of selected UNICEF terminology

Accounts, audited. The financial statements of the organization for a specified period or at a specified date audited by the External Auditors (United Nations Board of Auditors).

Accrual basis of accounting. The accrual basis of accounting for revenue in each financial period means that income is recognized when it is due and not when it is received. Accrual of expenditures in each financial period means that costs are recognized when obligations arise or liabilities are incurred and not when payments are made.

Asset. An asset is a resource owned by or due to the organization as a result of past events.

Budget. A plan in financial terms for carrying out proposed activities in a specified time. The term "budget" is used to refer to UNICEF programme support, management and administration costs, programme assistance as well as to PSD. However, the Executive Board approves an appropriation of funds only for the UNICEF support budget and the regular resources part of inter-country programmes.

Budget appropriations. The total appropriation of funds approved by the Executive Board for UNICEF programme support, management and administration costs, and programme assistance against which obligations may be incurred for those purposes up to the amount so approved.

Budget estimates. Estimates of the costs of proposed programme support, management and administration, and programme assistance prepared for submission to the UNICEF Executive Board for the approval of relevant appropriations.

Budget estimates revised. Resulting from Executive Board approval of "supplementary estimates" proposed to adjust an approved budget.

Cash holdings. The aggregation of all the funds of the organization, including coins, bank notes, cheques, balances in current and call accounts, savings accounts and interest-bearing deposits.

Cash-in-transit. Cash transfers between one or more UNICEF bank accounts at a specified time.

Cash in current bank accounts. The aggregate of money maintained in UNICEF bank accounts, as reflected in the UNICEF books of account, to sustain operational requirements.

Cash in interest-bearing deposits. Funds temporarily available, over those needed for immediate requirement, held in short-term, interest-bearing deposits and ready to be drawn down when needed.

Cash-on-hand (also called "petty cash"). Cash kept on hand by authorized officers as a convenience for making small payments on behalf of the organization.

Contributions, voluntary. Contributions to UNICEF that are offered and accepted without reference to a scale of assessment determined by any United Nations legislative body.

Contributions receivable. Contributions pledged to UNICEF but not received until a future time.

Currencies of "restricted use" for UNICEF. Currencies, the use of which (mainly in respect of transferability and convertibility) is limited because of foreign exchange regulations or a donor's wish. When those limitations do not exist, the currencies are considered by UNICEF as "unrestricted" because these are fully convertible.

Earmarked. To give expression to a restriction imposed by agreement or by administrative action on the use of an account or of an equivalent amount of assets.

Expenditures. Expenditure for a financial period is the sum of the disbursements and valid unliquidated obligations made against the appropriation/allocation of the period.

Financial periods. The operating period of the organization, covered by the financial statements, is on a biennial basis.

Financial regulations. Until 31 December 1987, UNICEF accounts were maintained in accordance with the Financial Regulations of the United Nations, with such modifications as required by the nature of UNICEF work. Since 1 January 1988, UNICEF accounts have been maintained in accordance with the UNICEF Financial Regulations and Rules.

Fund balance. Fund balances and reserves represent the difference between the assets and the liabilities of the organization. Consists of funds available for the implementation of programmes funded by regular resources and supplementary funds as well as funds available for the acquisition of capital assets.

Income. Income for a financial period is defined as money or money equivalent received or accrued during the financial period which increases existing net assets. UNICEF income is recorded on the basis of funds or pledges received for the current year. It comprises funds classified as "regular resources", "supplementary funds" and "emergency relief and rehabilitation".

Income, deferred. Funds received or pledges recorded as receivable, attributable to future financial periods and, therefore, not credited to the income account of the period reported on.

Income, regular resources. Unearmarked income which includes funds from voluntary annual contributions of Governments, the net income from PSD, funds contributed by the public and certain "other (or miscellaneous) income".

Income, other. Also referred to as "miscellaneous income" for regular resources. Miscellaneous income is defined in the United Nations system as income other than (a) the value of assessed or voluntary contributions; and (b) such other income items as may be excluded under the organization's financial regulations and rules. In UNICEF, this includes income other than the value of the voluntary contributions and the net income of PSD.

Income, supplementary funds. Specific contributions for programmes approved by the UNICEF Executive Board, in addition to regular resources, which then become part of UNICEF programmes. Consists of funds contributed to UNICEF by Governments, NGOs and United Nations agencies for specific purposes.

Income, emergency relief and rehabilitation. Consists of funds contributed to UNICEF by Governments, NGOs and United Nations agencies for emergency appeals.

Inventory. The value of supplies and equipment for programmes owned by the organization, as well as PSD materials at the end of an accounting or financial period.

Liability. A liability is a present obligation of the organization arising from past events, the settlement of which is expected to result in an outflow of resources from the organization.

Liquidity policy. Owing to the nature of programme implementation and UNICEF cash flows, there may occur, from time to time, short-term imbalances between regular resources cash disbursements and cash receipts. The UNICEF liquidity policy allows these temporary imbalances to be offset by up to one half of the balance of supplementary cash-on-hand.

Liquidity requirement. In order to meet UNICEF liquidity requirements, regular resources convertible cash balances, at the end of each fiscal year, are required to equal 10 per cent of projected regular resources income for the next fiscal year.

Local currency. The currency of the country or area in which the local financial records of an activity are kept and/or in which its local financial transactions take place.

Non-expendable property. Items of property and equipment charged to the administrative budget with an individual unit cost of at least \$1,500.

Obligation. Obligations are amounts of orders placed, contracts awarded, services received and other transactions which involve a charge against the resources of the current financial period. Obligations may be maintained either for that period or until liquidated or cancelled.

Pledge. A written commitment by a prospective donor to make a voluntary contribution to UNICEF. A written commitment which is subject to the need to secure an appropriate national legislative approval is considered a pledge.

Procurement services. UNICEF assists Governments, United Nations agencies and NGOs working in the fields of benefit to children by undertaking, on request and on a reimbursable basis, the procurement of goods and services. A small handling charge is added by UNICEF to the cost of the supplies and services to cover the costs of extra administration and documentation (see trust funds).

Rates of exchange. The UNICEF accounts are maintained in United States dollars. Transactions in other currencies are converted for recording into United States dollars, in principle, at the United Nations operational rates of exchange.

Reserve for insurance. A reserve of \$200,000 was established by the Executive Board in November 1950 when UNICEF adopted a policy of self-insurance for programme supplies. UNICEF also has a reserve for third-party liability, which has a balance as of 31 December 2003 of \$26,399.

Schedule. Explanatory or supporting analyses accompanying financial statements.

Trust funds. Funds accepted by UNICEF mainly to cover the costs of procurement of supplies and services undertaken by UNICEF on behalf of others. They also

include financing provided by sponsors to cover the costs of Junior Professional Officers as well as those relating to projects funded by the World Bank, the Oil for Food Programme in Iraq and the Global Alliance for Vaccines and Immunization. These funds are not considered to be UNICEF income.

Specific contributions. Programme recommendations are often prepared in excess of the input available from regular resources. These recommendations are approved by the Executive Board as suitable for funding by supplementary contributions and contributions for emergency relief and rehabilitation from donors. When a contribution for specific purposes is made for such a programme, the corresponding commitment enters into effect (usually between Executive Board sessions).

Unencumbered balance. That portion of the approved budget that has not been expended at the end of the year. The unspent balance at the end of the biennium is cancelled and reported to the Executive Board.

Write-off. An adjustment to the accounts in order to record the loss of or reduction in the value of an asset.